


Know The Taxman's fair share of your income




The Taxman's take on Mutual Funds

The rates are applicable for the financial year 2016-17 and are subject to enactment of the Finance Bill, 2016

 Your gain is The Taxman's capital!	Capital Gains Taxation		
	Individual/HUF[§]	Domestic Company[@] Equity Oriented Schemes	NRI^{§/#}
Long Term Capital Gains (Holding period > 12 months)		Nil	
Short Term Capital Gains (Holding period ≤ 12 months)		15%	
	Other Than Equity Oriented Schemes		
Long Term Capital Gains (Holding period > 36 months)	20% [§]		Listed - 20% [§] Unlisted - 10% [*]
Short Term Capital Gains (Holding period ≤ 36 months)	30% [^]		30% [^]
Tax Deducted at Source (applicable only to NRI Investors)[#]			
		Equity Oriented Schemes	Other than Equity Oriented Schemes
Long Term Capital Gains		Nil	10% [*] (for unlisted) & 20% (for listed) [§]
Short Term Capital Gains		15%	30% [^]

[§]Surcharge at 15% to be levied in case of individual/HUF unit holder where their income exceeds Rs. 1 crore.
[@] Surcharge at 7% to be levied for domestic corporate unit holder where income exceeds Rs. 1 crore but less than 10 crore and at 12%, where income exceeds Rs. 10 crores.
[#]Short term/long term capital gain tax will be deducted at the time of redemption of unit case of NRI investors only.
[§] After providing indexation.
[^] Assuming the investor falls into highest tax bracket.
 Education Cess at 3% will continue to apply on tax plus surcharge.
^{*}Without indexation and without taking into consideration foreign exchange fluctuation.

 Know your Math!	Tax Implications in Dividend received by unit holders		
	Individual/HUF	Domestic Company	NRI
Equity Oriented Schemes [*]		Nil	
Debt Oriented Schemes		Nil	
	Tax on distributed income (payable by the scheme) rate^{**}		
Equity Oriented Schemes [*]		Nil	
Money Market and Liquid Schemes			25% + 12% Surcharge + 3% Cess
Debt Schemes (other than infrastructure debt fund)	25% + 12% Surcharge + 3% Cess =28.84%	30% + 12% Surcharge + 3% Cess =34.608%	=28.84%
Infrastructure Debt Fund			5% + 12% Surcharge + 3% Cess =5.768%

^{*} Securities transaction tax (STT) will be deducted on equity funds at the time of redemption/switch to the other schemes/sale of units.
^{**} For the purpose of determining the tax payable, the amount of distributed income be increased to such amount as would, after reduction of tax from such increased amount, be equal to the income distributed by the Mutual Fund.

Tax Reckoner 2016-17

Know your numbers to gain more than just knowledge!



Securities Transaction Tax (STT)

STT is levied on the value of taxable securities transactions as under

Transaction	Rates	Payable By
Purchase/sale of equity shares	0.1%	Purchaser/Seller
Purchase of units of equity oriented Mutual Fund (Delivery based)	Nil	Purchaser
Sale of units of equity oriented Mutual Fund (Delivery based)	0.001%	Seller
Sale of equity shares, units of equity oriented Mutual Fund (Non-delivery based)	0.025%	Seller
Sale of an option in securities*	0.05%	Seller
Sale of an option on securities, where option is exercised	0.125%	Purchaser
Sale of a future in securities	0.010%	Seller
Sale of unit of an equity oriented fund to the Mutual Fund	0.001%	Seller

*With effect from 1st June 2016.

Capital Gains

Transaction	Short-term capital gains ^(a)	Long-term capital gains ^{(a)(b)}
Sale transactions of equity shares/unit of an equity oriented fund which attract STT	15%	Nil
Sale transaction other than mentioned above:		
Individuals (resident and non-residents)	Progressive slab rates	20%/10%
Partnerships (resident and non-residents)	30%	
Resident companies	30%	
Overseas financial Organizations specified in section 115AB	40%(corporate) 30% (non corporate)	10%
FIs	30%	10%
Other foreign companies	40%	20%/ 10%
Local authority	30%	20%/ 10%
Co-operative society rates	Progressive slab	

(a) These rates will further increase by applicable surcharge & education cess.

(b) Indexation benefit, as applicable.



Want to share less with the Taxman? Know how much you can save by investing in an ELSS.

Your taxable income (Rs.)	Tax payable (Rs.)	Amount invested in ELSS (Rs.)	Your new taxable income (Rs.)	New tax payable (Rs.)	Total Savings (Rs.)
400,000*	10,300*	30,000	370,000	7,210	3,090
500,000*	20,600*	150,000	350,000	5,150	15,450
800,000	87,550	150,000	650,000	56,650	30,900
1,200,000	190,550	150,000	1,050,000	144,200	46,350
1,500,000	283,250	150,000	1,350,000	236,900	46,350

*As proposed in the finance bill, 2016 Tax rebate given to individuals with net income equal to or less than Rs 5 lakh under section 87A has increased from Rs 2000 to Rs 5000.



The information set out above is included for general information purposes only and does not constitute legal or tax advice. In view of the individual nature of the tax consequences, each investor is advised to consult his or her own tax consultant with respect to specific tax implications arising out of their participation in the Scheme. Income Tax benefits to the mutual fund & to the unit holder is in accordance with the prevailing tax laws as certified by the mutual funds consultant. Any action taken by you on the basis of the information contained herein is your responsibility alone. Axis Mutual Fund will not be liable in any manner for the consequences of such action taken by you. The information contained herein is not intended as an offer or solicitation for the purchase and sales of any schemes of Axis Mutual Fund.

Statutory Details: Axis Mutual Fund has been established as a Trust under the Indian Trusts Act, 1882, sponsored by Axis Bank Ltd. (liability restricted to Rs. 1 Lakh). **Trustee:** Axis Mutual Fund Trustee Ltd. **Investment Manager:** Axis Asset Management Co. Ltd. (the AMC). **Risk Factors:** Axis Bank Ltd. is not liable or responsible for any loss or shortfall resulting from the operation of the scheme.

Mutual Fund Investments are subject to market risks, read all scheme related documents carefully.